FILED

AUG 2 3 2010

SECRETARY, BOARD OF OIL, GAS & MINING

RECEIVED

AUG @9 2010

DIV. OF OIL, GAS & MINING



P.O. Box 540 • Montezuma Creek, Utah 84535 (435) 651-3469 • Fax (435) 651-3409

To: Lisha Cordova, Petroleum Specialist Division of Oil, Gas and Mining

Division of Oil, Gas and Mining Salt Lake City, Utah 84116

From: Eugene Guerito, Operation/Safety Manage Montezuma Well Service, Inc.

Montezuma Well Service, Inc. Montezuma Creek, Utah 84534

Date: August 9, 2010

Subject: MWS Brine Disposal Update Week ending August 6, 2010

As of this date, all six (6) land farm cells are filled. Approximately 1,350 cubic yards of sludge/solids have been moved from "A" pond. Cell #1, 2, 3, and 4 have been turned. However, due to the heavy rain we've received most of the week did not allow us to disk any of the cell during the first week of August 2010.

On July 28, 2010 a representative from Souder, Miller and Associates came to the location and took a sample for testing from cell #1 and 2 to determine if the remediation process passes inspection. The turn around time of the test should be available within a week or more.

With the land farm cells full, we are awaiting for a documented directive(s) from Division of Oil. Gas and Mining office via Utah State Natural Resource Board of Directors meeting on July 28, 2010.

In the mean time, the disposal personnel are busy cleaning the grounds of trash and other debris at the disposal site.

This is a brief up date of the weekly report regarding the clean up project on Montezuma Well Service Brine Disposal.

For any questions, call us at (435) 651-3469